

## Enterprise Zone Credit

1996

For the calendar year 1996, or fiscal year

beginning \_\_\_\_\_, 19 \_\_\_\_\_, and ending \_\_\_\_\_, 19 \_\_\_\_\_

Attach to your return

Name(s) as shown on Form 140, 140PY, 140NR, 140X, 120, 120S or 120X

Your social security number or federal employer ID number

## Enterprise Zone Credit for Qualified Employees and Dislocated Workers

See instructions regarding Arizona Department of Commerce certification before claiming this credit.

Part I  
Business  
Information

1 Business name .....

1

2 Business location .....

2

3 (a) State withholding number .....

(b) Federal employer identification number .....

3

Part II  
Credit  
Calculation  
for Qualified  
Employees

4

	(a)	(b)	(c)	(d)
	Number of qualified employees	Qualifying wages	%	Allowable credit
Previously qualified employees in the second year of continuous employment		(Maximum of \$4,500 for each previously qualified employee in the second year of continuous employment) \$	33 1/3%	
Previously qualified employees in the third year of continuous employment		(Maximum of \$5,000 for each previously qualified employee in the third year of continuous employment) \$	50%	
Totals				

5

6

**Part III  
Credit  
Calculation  
for Dislocated  
Workers**

			(a)	(b)	(c)	(d)
			Number of dislocated workers	Qualifying wages	%	Allowable credit
7	Previously dislocated workers in the second year of continuous employment			(Maximum of \$4,500 for each previously dislocated worker in the second year of continuous employment) \$	33 1/3%	
	Previously dislocated workers in the third year of continuous employment			(Maximum of \$5,000 for each previously dislocated worker in the third year of continuous employment) \$	50%	
8	Totals					
9						

**Part IV  
Available  
Carryover**

		(a)	(b)	(c)	(d)	(e)	(f)
10	Carryover credit from taxable year ending						
11	Original credit amount						
12	Amount previously used						
13	Tentative carryover - subtract line 12 from line 11.						
14	Amount unallowable						
15	Available carryover - subtract line 14 from line 13.						
16	Total available carryover						

<b>Part V</b> Total Available Credit for Qualified Employees and Dislocated Workers	17	Current year's credit for qualified employees from Part II, line 6, column (d) .....	17	
	18	Current year's credit for dislocated workers from Part III, line 9, column (d) .....	18	
	19	Available carryover from Part IV, line 16, column (f) .....	19	
	20	Total available enterprise zone credit for qualified employees and dislocated workers - <i>add lines 17, 18 and 19. Enter total here and on Part XIV, line 47</i> .....	20	

**Part VI**  
Special Note for  
S Corporations

The S corporation has made an irrevocable election for the taxable year ending \_\_\_\_\_, 19\_\_\_\_\_, to:  
(CHECK ONLY ONE BOX)

☐ 1 Claim the enterprise zone credit as shown on Part II, line 6 and/or Part III, line 9 of Arizona Form 304 (for the taxable year mentioned above)

OR

☐ 2 Pass the enterprise zone credit as shown on Part II, line 6 and/or Part III, line 9 of Arizona Form 304 (for the taxable year mentioned above) through to its shareholders.

\_\_\_\_\_  
Signature\_\_\_\_\_  
Title\_\_\_\_\_  
Date**Enterprise Zone Credit for Qualified Employment Positions**

*See instructions regarding Arizona Department of Commerce certification before claiming this credit.*

<b>Part VII</b> Business Information	21	Business name .....	21	
	22	Business location .....		
			22	
	23	(a) State withholding number .....		
		(b) Federal employer identification number .....	23	
	24	Retail sales. Is tangible personal property sold at retail at this location? <b>See instructions before answering this question.</b> <input type="checkbox"/> Yes <input type="checkbox"/> No If the answer to this question is yes, the business is not eligible for the enterprise zone credit for qualified employment positions.		
<b>Part VIII</b> Net Increase in Qualified Employment Positions	25	Average full time employment during the current taxable year .....	25	
	26	Average full time employment during the immediately preceding taxable year .....	26	
	27	Net increase in qualified employment positions - <i>subtract line 26 from line 25</i> .....	27	
<b>Part IX</b> Maximum Number of Qualified Employment Positions	28	Qualified employment positions. <i>Enter the number of qualified employment positions created during the taxable year</i> .....	28	
	29	Net increase in qualified employment positions. <i>Enter the number of qualified employment positions from Part VIII, line 27</i> .....	29	
	30	Maximum number of new qualified employment positions for which the business may claim a credit before application of the 35 percent enterprise zone residency requirement. <i>Enter the smaller of line 28 or line 29</i> .....	30	
	31a	Number of employees in qualified employment positions for which the credit is being claimed that are enterprise zone residents on the date of hire. <i>See instructions</i> .....	31a	
	31b	Divide the amount on line 31a by 35 percent (.35). Enter the quotient. <i>See instructions</i> .....	31b	
	31c	Enter the smaller of line 30 or line 31b. This is the maximum number of qualified employment positions for which the credit may be claimed after application of the enterprise zone residency requirement .....	31c	

**Part X**  
**Credit**  
**Calculation**  
**for Qualified**  
**Employment**  
**Positions**

**32** Arizona residency. Are all of the employees in qualified employment positions Arizona residents?

**See instructions before answering this question.** ☐ Yes ☐ No

If the answer to this question is no, the business is not eligible for an enterprise zone credit for those qualified employment positions filled by employees who are not Arizona residents.

	(a)	(b)	(c)	(d)
	Number of qualified employment positions	Qualifying wages	%	Allowable credit
<b>33</b>	Employees in first year or partial year of employment in a qualified employment position	(Maximum of \$2,000 per qualified employment position)  \$	25%	
<b>34</b>	Employees in the second year of continuous employment in a qualified employment position	(Maximum of \$3,000 per qualified employment position)  \$	33 1/3%	
<b>35</b>	Employees in the third year of continuous employment in a qualified employment position	(Maximum of \$3,000 per qualified employment position)  \$	50%	
<b>36</b>	Totals			

**Part XI  
Available  
Carryover**

		(a)	(b)	(c)	(d)	(e)	(f)
37	Carryover credit from taxable year ending						
38	Original credit amount						
39	Amount previously used						
40	Tentative carryover - subtract line 39 from line 38.						
41	Amount unallowable						
42	Available carryover - subtract line 41 from line 40.						
43	Total available carryover						

**Part XII  
Total Available Credit  
for Qualified Employment  
Positions**

44	Current year's credit for qualified employment positions from Part X, line 36, column (d) .....	44	
45	Available carryover from Part XI, line 43, column (f) .....	45	
46	Total available enterprise zone credit for qualified employment positions - add lines 44 and 45. Enter total here and on Part XIV, line 48 .....	46	

**Part XIII  
Special Note for  
S Corporations**

The S corporation has made an irrevocable election for the taxable year ending \_\_\_\_\_, 19\_\_\_\_\_, to:  
(CHECK ONLY ONE BOX)

☐ 1 Claim the enterprise zone credit as shown on Part X, line 36 of Arizona Form 304 (for the taxable year mentioned above)

OR

☐ 2 Pass the enterprise zone credit as shown on Part X, line 36 of Arizona Form 304 (for the taxable year mentioned above) through to its shareholders.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

**Part XIV  
Total Available Credit  
for Qualified Employees,  
Dislocated Workers, and  
Qualified Employment  
Positions**

47	Total available credit for qualified employees and dislocated workers from Part V, line 20 .....	47	
48	Total available credit for qualified employment positions from Part XII, line 46 .....	48	
49	Total available enterprise zone credit - add lines 47 and 48. Enter total here and on Form 300, Part I, line 2 or Form 301, Part I, line 2 .....	49	